

LISBURN ENTERPRISE ORGANISATION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Charitable activities	3	643,234	635,501
Investments	4	907	1,689
Total income		<u>644,141</u>	<u>637,190</u>
<u>Expenditure on:</u>			
Charitable activities	5	<u>544,167</u>	<u>501,509</u>
Net income for the year/ Net movement in funds		99,974	135,681
Fund balances at 1 January 2022		<u>3,674,828</u>	<u>3,539,147</u>
Fund balances at 31 December 2022		<u><u>3,774,802</u></u>	<u><u>3,674,828</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

LISBURN ENTERPRISE ORGANISATION LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2022


	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	10		2,944,893		3,073,001
Current assets					
Debtors	11	21,954		27,289	
Cash at bank and in hand		920,034		719,355	
		<u>941,988</u>		<u>746,644</u>	
Creditors: amounts falling due within one year	12	<u>(112,079)</u>		<u>(144,817)</u>	
Net current assets			829,909		601,827
Total assets less current liabilities			<u>3,774,802</u>		<u>3,674,828</u>
Income funds					
Unrestricted funds			3,774,802		3,674,828
			<u>3,774,802</u>		<u>3,674,828</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees and authorised for issue on 16 May 2023 and are signed on its behalf by:



Mr A H Robinson (Chairman)
Trustee



Mr N E Elliott (Financial Director)
Trustee

Company Registration No. NI024735

LISBURN ENTERPRISE ORGANISATION LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	15		207,650		288,330
Investing activities					
Purchase of tangible fixed assets		(7,878)		(3,970)	
Investment income received		907		1,689	
Net cash used in investing activities			(6,971)		(2,281)
Financing activities					
Repayment of bank loans		-		(155,716)	
Net cash used in financing activities			-		(155,716)
Net increase in cash and cash equivalents			200,679		130,333
Cash and cash equivalents at beginning of year			719,355		589,022
Cash and cash equivalents at end of year			<u>920,034</u>		<u>719,355</u>

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Lisburn Enterprise Organisation Limited is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 6 Enterprise Crescent, Ballinderry Road, Lisburn, Co Antrim, BT28 2BP.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Grants received to fund capital expenditure are transferred to designated funds from restricted funds when expended and then released to general funds over the related assets' useful economic life.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Incoming resources from charitable activities comprises licence fee income, programme income, administrative services income and consultancy.

Income is deferred when it does not meet the criteria for recognition as incoming resources in the Statement of Financial Activities, as entitlement to the incoming resource does not exist at the balance sheet date.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies (Continued)

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under one of the following headings: Costs of raising funds, Expenditure on charitable activities and Other expenditure.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, depreciation costs and administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at the office. Office costs, depreciation costs, governance costs and payroll costs are allocated to charitable activities based on percentage of turnover. The allocation of support costs is analysed in note 7.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	3% Straight line
Plant and equipment	10% Reducing balance
Fixtures and fittings	25% Reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies (Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

2 Critical accounting estimates and judgements (Continued)

Key sources of estimation uncertainty

Fixed Assets

The annual depreciation charge on fixed assets depends primarily on the estimated lives of each type of asset and estimates of residual values. The trustees regularly review these assets lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in assets lives can have a significant impact on depreciation charges for the period. Detail of the useful lives is included in the accounting policies.

Restricted and unrestricted funds

Judgement are made in relation to allocation of income and expenditure to restricted and unrestricted funds. The trustees consider it appropriate to allocate these funds based on donations received.

3 Charitable activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Programme and consultancy income	46,006	61,077
Licence fee income	542,285	534,486
Secretarial and other services	54,943	39,938
	<u>643,234</u>	<u>635,501</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	<u>907</u>	<u>1,689</u>

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Charitable activities

	2022 £	2021 £
Staff costs	149,158	150,657
Depreciation and impairment	135,984	136,901
Programme expenditure	13,153	27,019
Rates	4,800	4,800
Insurance	18,497	17,505
Heat and light	74,183	46,307
Repairs and renewals	57,375	35,498
Equipment maintenance	12,397	9,325
Printing, postage and stationery	6,502	1,711
Waste disposal	14,951	17,357
Security service	2,495	2,563
General expenses	10,646	7,902
Bad debts	113	-
Training & development	1,024	2,860
Cleaning	14,406	7,757
Advertising	425	435
Telephone	3,241	3,748
Computer costs	9,437	8,287
Hire of equipment	1,391	1,386
Motor & travel	5,917	7,312
Bank charges	649	5,121
Bank interest	-	238
Donations	200	100
Subscriptions	138	370
Profit or loss on sale of tangible assets	-	15
	<u>537,082</u>	<u>495,174</u>
Share of governance costs (see note 7)	7,085	6,335
	<u>544,167</u>	<u>501,509</u>
Analysis by fund		
Unrestricted funds	<u>544,167</u>	
	<u>544,167</u>	
For the year ended 31 December 2021		
Unrestricted funds		<u>501,509</u>
		<u>501,509</u>

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

6 Description of charitable activities

Urban and economic regeneration

All charitable activities focus on the promotion of urban and economic regeneration in the Greater Lisburn area.

7 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Audit fees	-	3,685	3,685	3,160
Legal and professional	-	3,400	3,400	3,175
	-	7,085	7,085	6,335
Analysed between Charitable activities	-	7,085	7,085	6,335

Governance costs includes payments to the auditors of £3,685 (2021- £3,160) for audit fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Administration	5	5
Employment costs	2022	2021
	£	£
Wages and salaries	135,463	136,688
Social security costs	9,758	9,761
Other pension costs	3,937	4,208
	149,158	150,657

LISBURN ENTERPRISE ORGANISATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

9 Employees (Continued)

The number of employees whose annual remuneration was £60,000 or more were:

	2022 Number	2021 Number
£60,000 - £70,000	1	1

10 Tangible fixed assets

	Freehold buildings £	Plant and equipment £	Fixtures and fittings £	Total £
Cost				
At 1 January 2022	6,248,923	116,283	175,231	6,540,437
Additions	3,748	-	4,130	7,878
At 31 December 2022	<u>6,252,671</u>	<u>116,283</u>	<u>179,361</u>	<u>6,548,315</u>
Depreciation and impairment				
At 1 January 2022	3,206,796	98,108	162,534	3,467,438
Depreciation charged in the year	130,828	1,837	3,319	135,984
At 31 December 2022	<u>3,337,624</u>	<u>99,945</u>	<u>165,853</u>	<u>3,603,422</u>
Carrying amount				
At 31 December 2022	<u>2,915,047</u>	<u>16,338</u>	<u>13,508</u>	<u>2,944,893</u>
At 31 December 2021	<u>3,042,128</u>	<u>18,175</u>	<u>12,698</u>	<u>3,073,001</u>

11 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	17,140	13,027
Other debtors	266	7,098
Prepayments and accrued income	4,548	7,164
	<u>21,954</u>	<u>27,289</u>

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

12 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	25,205	22,029
Trade creditors	9,732	32,347
Other creditors	59,165	56,253
Accruals and deferred income	17,977	34,188
	<u>112,079</u>	<u>144,817</u>

13 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	5,495	5,495
Between two and five years	713	6,207
	<u>6,208</u>	<u>11,702</u>

14 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>90,335</u>	<u>79,101</u>

The charity considers its key management personnel to comprise of the chief executive officer and senior business advisor.

LISBURN ENTERPRISE ORGANISATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

15	Cash generated from operations	2022	2021
		£	£
	Surplus for the year	99,974	135,681
	Adjustments for:		
	Investment income recognised in statement of financial activities	(907)	(1,689)
	(Gain)/loss on disposal of tangible fixed assets	-	15
	Depreciation and impairment of tangible fixed assets	135,984	136,901
	Movements in working capital:		
	Decrease in debtors	5,335	278
	(Decrease)/increase in creditors	(32,736)	17,144
	Cash generated from operations	207,650	288,330
16	Analysis of changes in net funds		
	The charity had no debt during the year.		